

OXFORD CAMBRIDGE AND RSA EXAMINATIONS
A2 GCE
F014/01
ACCOUNTING

Management Accounting
THURSDAY 15 JUNE 2017: Afternoon
DURATION: 2 hours
plus your additional time allowance
MODIFIED ENLARGED 24pt

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| Candidate forename | | Candidate surname | |
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| Centre number | | | | | | Candidate number | | | | |
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Candidates answer on the Question Paper.

OCR SUPPLIED MATERIALS:
Resource Booklet (F014/01/RB)

OTHER MATERIALS REQUIRED:
A calculator may be used

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|--|
| A calculator may be used for this paper |
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READ INSTRUCTIONS OVERLEAF



INSTRUCTIONS TO CANDIDATES

Write your name, centre number and candidate number in the boxes on the first page. Please write clearly and in capital letters.

Use black ink. HB pencil may be used for graphs and diagrams only.

The information required to answer Questions 1–4 is contained within the Resource Booklet.

Answer ALL the questions.

Read each question carefully. Make sure you know what you have to do before starting your answer.

You must show the calculations leading to your answers.

Write your answer to each question in the space provided. If additional space is required, you should use the lined page(s) at the end of this booklet. The question number(s) must be clearly shown.

INFORMATION FOR CANDIDATES

The number of marks is given in brackets [] at the end of each question or part question.

The total number of marks for this paper is 120.

The quality of your written communication will be taken into account in marking your answers to the two sub-questions marked with an asterisk (*).

In one of these questions, the focus will be on your ability to present numerical information legibly and in an appropriate accounting format. In the other, you will be assessed on the legibility and style of writing, the clarity and coherence of your arguments and the accuracy of your spelling, punctuation and grammar.

1 REQUIRED

(a) The following variances from standard for the BATCH of 50 units:

material price variances

material usage variances

labour rate variances

labour efficiency variances [16]

[illegible]

[illegible]

[illegible]

(b) A reconciliation statement for the budgeted (standard) cost and the actual cost for the batch of 50 units.

[6]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

2 REQUIRED

(a)*The Cash Budget for EACH of the THREE months ending 31 July 2017, 31 August 2017 and 30 September 2017. [27]

Please show your workings to question 2(a) opposite.

Working Box

[illegible]

[illegible]

[illegible]

[illegible]

(b) Discuss TWO behavioural aspects of budgeting to the managers of a business. [6]

[illegible]

3 REQUIRED

- (a) A statement to show the maximum profit Sycamore Ltd could make in its next financial year under Option 1. Show the contribution per unit for each product. [13]**

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

4 REQUIRED

(a) The Contract Account for the year ended 30 April 2017. [13]

[illegible]

(b) Discuss why the customer has negotiated a 15% retention on the payment made for the work certified. [4]

[illegible]

(c) Explain how a loss on a long term contract should be dealt with in the accounts of a construction company, stating the concept involved. [3]

ADDITIONAL ANSWER SPACE

If additional space is required, you should use the following lined page(s). The question number(s) must be clearly shown in the margin(s).

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